GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA

STARRED QUESTION NO:93
ANSWERED ON:25.07.2003
FDI INFLOW
ABDUL RASHID SHAHEEN;RATNA SINGH

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) whether Foreign Direct Investment is showing declining trend and falling short of the target set during the last three years;

(b) if so, the details thereof alongwith the reasons therefor, year-wise;

(c) whether Government propose to conduct any survey in this regard;

(d) if so, the details thereof; and

(e) if not, the reasons therefore?

Answer

THE MINISTER OF COMMERCE & INDUSTRY (SHRI. ARUN JAITLEY)

(a) to (e) : A Statement is laid on the Table of the House.

STATEMENT REFERRED TO IN REGARD TO THE REPLY TO LOK SABHA STARRED QUESTION NO. 93 FOR REPLY ON 25.7.2003

(a) & (b) : No target for Foreign Direct Investment is fixed. FDI inflows during the last three financial years, as reported in the Economic Survey 2002-03 are as under :

Financial Year	Amount of FDI inflows (US $ in billion)
1999-2000	2.15
2000-2001	2.34
2001-2002	3.90

The FDI inflows for the year 2002-03 is estimated at US $ 2.57 billion.FDI inflows are also determined by global economic situation, market conditions and global FDI inflows.According to World Investment Report 2002, the FDI inflows in the world have declined from US $ 1492 billion in 2000 to US $ 735 billion in 2001.The FDI inflows are estimated to have further declined to US $ 534 billion in 2002.

(c) to (e): Foreign Direct Investment (FDI performance is assessed on an ongoing basis and appropriate policy initiatives are taken from time to time.